FISCAL NOTE

SB 2116 - HB 2250

March 13, 2005

SUMMARY OF BILL: Broadens the charitable gaming law to allow certain late filings and filings for events intended to raise less than $5,000; removes prohibition on employment of certain vendors with civil judgments in excess of $25,000; rewrites certain provisions concerning fees, financial accountings and investigations.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures:
$28,445 Recurring Current Year FY04-05/Secretary of State
$6,200 One-Time Current Year FY04-05/Secretary of State
$113,385 Recurring FY05-06/Secretary of State
$6,200 One-Time FY05-06/Secretary of State
Increase State Revenues - $ 49,500 Current Year FY04-05
$129,300 FY05-06

Assumptions:

- Requires one additional staff position plus related expenses totaling $34,645 in FY04-05, and two additional staff positions plus related expenses totaling $119,585 in FY05-06 in the Secretary of State's Office to handle the requirements set out by the bill.
- The Secretary of State has promulgated by Rule a filing fee in the amount of $150.
- In Year l, FY04-05, about 5% of the 5,700 eligible 501(c)(3) organizations or 300 will apply under this bill to operate an event during the period July 1, 2005 through June 30, 2006. (300 x $150 = $45,000)
- In Year 2, FY05-06, about 13% of the 5,700 tax-exempt, 501(c)(3) organizations or 750 will apply to operate an event during the period July 1, 2006 through June 30, 2007. (750 x $150 = $112,500)
- Since the bill provides that an organization whose revenue from an event exceeds $5,000 shall pay, at the time a financial report is submitted, an amount equal to the difference between the fee paid with the application and the fee required pursuant to the Rule, we assume that 10% of the applicants will pay an additional $150 fee after the event and with the filing of the gaming financial report in Year 1 (30 x $150 = $4,500) and 15% in Year 2 (112 x $150 = $16,800).

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director